Calendar No. 296

106TH CONGRESS 1ST SESSION

S. 1672

[Report No. 106-168]

## A BILL

To amend the Agricultural Marketing Act of 1946 to establish a program of mandatory market reporting for certain meat packers regarding the prices, quantities, and terms of sale for the procurement of cattle, swine, lambs, and products of such livestock, to improve the collection of information regarding the marketing of cattle, swine, lambs, and products of such livestock, and for other purposes.

September 30, 1999

Read twice and placed on the calendar

# Calendar No. 296

106TH CONGRESS 1ST SESSION

# S. 1672

[Report No. 106-168]

To amend the Agricultural Marketing Act of 1946 to establish a program of mandatory market reporting for certain meat packers regarding the prices, quantities, and terms of sale for the procurement of cattle, swine, lambs, and products of such livestock, to improve the collection of information regarding the marketing of cattle, swine, lambs, and products of such livestock, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

September 30, 1999

Mr. Lugar, from the Committee on Agriculture, Nutrition, and Forestry, reported the following original bill; which was read twice and placed on the calendar

# A BILL

To amend the Agricultural Marketing Act of 1946 to establish a program of mandatory market reporting for certain meat packers regarding the prices, quantities, and terms of sale for the procurement of cattle, swine, lambs, and products of such livestock, to improve the collection of information regarding the marketing of cattle, swine, lambs, and products of such livestock, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 4 (a) In General.—This Act may be cited as the
- 5 "Livestock Mandatory Reporting Act of 1999".
- 6 (b) Table of Contents.—The table of contents of
- 7 this Act is as follows:
  - Sec. 1. Short title; table of contents.

#### TITLE I—LIVESTOCK MANDATORY REPORTING

Sec. 101. Livestock mandatory reporting.

"Subtitle B—Livestock Mandatory Reporting

"Chapter 1—Purpose; Definitions

"Sec. 211. Purpose.

"Sec. 212. Definitions.

#### "Chapter 2—Cattle Reporting

"Sec. 221. Definitions.

"Sec. 222. Mandatory reporting for live cattle.

"Sec. 223. Mandatory packer reporting of boxed beef sales.

#### "Chapter 3—Swine Reporting

"Sec. 231. Definitions.

"Sec. 232. Mandatory reporting for swine.

#### "Chapter 4—Lamb Reporting

"Sec. 241. Mandatory reporting for lambs.

#### "Chapter 5—Administration

"Sec. 251. General provisions.

"Sec. 252. Unlawful acts.

"Sec. 253. Enforcement.

"Sec. 254. Fees.

"Sec. 255. Recordkeeping.

"Sec. 256. Voluntary reporting.

"Sec. 257. Publication of information on retail purchase prices for representative meat products.

"Sec. 258. Suspension authority regarding specific terms of price reporting requirements.

"Sec. 259. Federal preemption.

Sec. 102. Unjust disqualification.

Sec. 103. Conforming amendments.

#### TITLE II—RELATED BEEF REPORTING PROVISIONS

- Sec. 201. Beef export reporting.
- Sec. 202. Export certificates for meat and meat food products.
- Sec. 203. Imports of beef, beef variety meats, and cattle.
- Sec. 204. Authorization of appropriations.

#### TITLE III—RELATED SWINE REPORTING PROVISIONS

- Sec. 301. Improvement of Hogs and Pigs Inventory Report.
- Sec. 302. Barrow and gilt slaughter.
- Sec. 303. Average trim loss correlation study and report.
- Sec. 304. Swine packer marketing contracts.
- Sec. 305. Authorization of appropriations.

#### TITLE IV—IMPLEMENTATION

- Sec. 401. Regulations.
- Sec. 402. Termination of authority.

### 1 TITLE I—LIVESTOCK

### MANDATORY REPORTING

- 3 SEC. 101. LIVESTOCK MANDATORY REPORTING.
- 4 The Agricultural Marketing Act of 1946 (7 U.S.C.
- 5 1621 et seq.) is amended—
- 6 (1) by inserting before section 202 (7 U.S.C.
- 7 1621) the following:

# 8 "Subtitle A—General Provisions";

9 and

2

10 (2) by adding at the end the following:

# 11 "Subtitle B—Livestock Mandatory

- 12 **Reporting**
- 13 **"CHAPTER 1—PURPOSE; DEFINITIONS**
- 14 "SEC. 211. PURPOSE.
- 15 "The purpose of this subtitle is to establish a pro-
- 16 gram of information regarding the marketing of cattle,
- 17 swine, lambs, and products of such livestock that—

- 1 "(1) provides information that can be readily 2 understood by producers, packers, and other market 3 participants, including information with respect to 4 the pricing, contracting for purchase, and supply 5 and demand conditions for livestock, livestock pro-6 duction, and livestock products;
  - "(2) improves the price and supply reporting services of the Department of Agriculture; and
- 9 "(3) encourages competition in the marketplace 10 for livestock and livestock products.

#### 11 "SEC. 212. DEFINITIONS.

12 "In this subtitle:

7

8

18

19

20

21

- 13 "(1) Base price.—The term 'base price' 14 means the price paid for livestock, delivered at the 15 packing plant, before application of any premiums or 16 discounts, expressed in dollars per hundred pounds 17 of carcass weight.
  - "(2) Basis Level.—The term 'basis level' means the agreed-on adjustment to a future price to establish the final price paid for livestock.
- "(3) Current slaughter week.—The term 22 'current slaughter week' means the period beginning 23 Monday, and ending Sunday, of the week in which 24 a reporting day occurs.

1	"(4) F.O.B.—The term 'F.O.B.' means free on
2	board, regardless of the mode of transportation, at
3	the point of direct shipment by the seller to the
4	buyer.
5	"(5) Livestock.—The term 'livestock' means
6	cattle, swine, and lambs.
7	"(6) Lot.—The term 'lot' means a group of 1
8	or more livestock that is identified for the purpose
9	of a single transaction between a buyer and a seller.
10	"(7) Marketing.—The term 'marketing'
11	means the sale or other disposition of livestock, live-
12	stock products, or meat or meat food products in
13	commerce.
14	"(8) Negotiated purchase.—The term 'ne-
15	gotiated purchase' means a cash or spot market pur-
16	chase by a packer of livestock from a producer under
17	which—
18	"(A) the base price for the livestock is de-
19	termined by seller-buyer interaction and agree-
20	ment on a day; and
21	"(B) the livestock are scheduled for deliv-
22	ery to the packer not later than 14 days after
23	the date on which the livestock are committed
24	to the packer.

1	"(9) Negotiated sale.—The term 'negotiated
2	sale' means a cash or spot market sale by a pro-
3	ducer of livestock to a packer under which—
4	"(A) the base price for the livestock is de-
5	termined by seller-buyer interaction and agree-
6	ment on a day; and
7	"(B) the livestock are scheduled for deliv-
8	ery to the packer not later than 14 days after
9	the date on which the livestock are committed
10	to the packer.
11	"(10) Prior slaughter week.—The term
12	'prior slaughter week' means the Monday through
13	Sunday prior to a reporting day.
14	"(11) Producer.—The term 'producer' means
15	any person engaged in the business of selling live-
16	stock to a packer for slaughter (including the sale of
17	livestock from a packer to another packer).
18	"(12) Reporting day.—The term 'reporting
19	day' means a day on which—
20	"(A) a packer conducts business regarding
21	livestock committed to the packer, or livestock
22	purchased, sold, or slaughtered by the packer;
23	"(B) the Secretary is required to make in-
24	formation concerning the business described in
25	subparagraph (A) available to the public: and

1	"(C) the Department of Agriculture is
2	open to conduct business.
3	"(13) Secretary.—The term 'Secretary'
4	means the Secretary of Agriculture.
5	"(14) State.—The term 'State' means each of
6	the 50 States.
7	"CHAPTER 2—CATTLE REPORTING
8	"SEC. 221. DEFINITIONS.
9	"In this chapter:
10	"(1) Cattle committed.—The term 'cattle
11	committed' means cattle that are scheduled to be de-
12	livered to a packer within the 7-day period beginning
13	on the date of an agreement to sell the cattle.
14	"(2) CATTLE TYPE.—The term 'cattle type'
15	means the following types of cattle purchased for
16	slaughter:
17	"(A) Fed steers.
18	"(B) Fed heifers.
19	"(C) Fed Holsteins and other fed dairy
20	steers and heifers.
21	"(D) Cows.
22	"(E) Bulls.
23	"(3) Formula Marketing Arrangement.—
24	The term 'formula marketing arrangement' means
25	the advance commitment of cattle for slaughter by

1	any means other than through a negotiated purchase
2	or a forward contract, using a method for calcu-
3	lating price in which the price is determined at a fu-
4	ture date.
5	"(4) FORWARD CONTRACT.—The term 'forward
6	contract' means—
7	"(A) an agreement for the purchase of cat-
8	tle, executed in advance of slaughter, under
9	which the base price is established by reference
10	to—
11	"(i) prices quoted on the Chicago
12	Mercantile Exchange; or
13	"(ii) other comparable publicly avail-
14	able prices; or
15	"(B) such other forward contract as the
16	Secretary determines to be applicable.
17	"(5) Packer.—The term 'packer' means any
18	person engaged in the business of buying cattle in
19	commerce for purposes of slaughter, of manufac-
20	turing or preparing meats or meat food products
21	from cattle for sale or shipment in commerce, or of
22	marketing meats or meat food products from cattle
23	in an unmanufactured form acting as a wholesale
24	broker, dealer, or distributor in commerce, except
25	that

1	"(A) the term includes only a cattle proc-
2	essing plant that is federally inspected;
3	"(B) for any calendar year, the term in-
4	cludes only a cattle processing plant that
5	slaughtered an average of at least 125,000 head
6	of cattle per year during the immediately pre-
7	ceding 5 calendar years; and
8	"(C) in the case of a cattle processing
9	plant that did not slaughter cattle during the
10	immediately preceding 5 calendar years, the
11	Secretary shall consider the plant capacity of
12	the processing plant in determining whether the
13	processing plant should be considered a packer
14	under this chapter.
15	"(6) Packer-owned cattle.—The term
16	'packer-owned cattle' means cattle that a packer
17	owns for at least 14 days immediately before slaugh-
18	ter.
19	"(7) TERMS OF TRADE.—The term 'terms of
20	trade' includes, with respect to the purchase of cat-
21	tle for slaughter—
22	"(A) whether a packer provided any fi-
23	nancing agreement or arrangement with regard
24	to the cattle:

1	"(B) whether the delivery terms specified
2	the location of the producer or the location of
3	the packer's plant;
4	"(C) whether the producer is able to uni-
5	laterally specify the date and time during the
6	business day of the packer that the cattle are
7	to be delivered for slaughter; and
8	"(D) the percentage of cattle purchased by
9	a packer as a negotiated purchase that are de-
10	livered to the plant for slaughter more than 7
11	days, but fewer than 14 days, after the earlier
12	of—
13	"(i) the date on which the cattle were
14	committed to the packer; or
15	"(ii) the date on which the cattle were
16	purchased by the packer.
17	"(8) Type of purchase.—The term 'type of
18	purchase', with respect to cattle, means—
19	"(A) a negotiated purchase;
20	"(B) a formula market arrangement; and
21	"(C) a forward contract.
22	"SEC. 222. MANDATORY REPORTING FOR LIVE CATTLE.
23	"(a) Establishment.—The Secretary shall estab-
24	lish a program of live cattle price information reporting
25	that will—

1	"(1) provide timely, accurate, and reliable mar-
2	ket information;
3	"(2) facilitate more informed marketing deci-
4	sions; and
5	"(3) promote competition in the cattle slaugh-
6	tering industry.
7	"(b) General Reporting Provisions Applicable
8	TO PACKERS AND THE SECRETARY.—
9	"(1) In general.—Whenever the prices or
10	quantities of cattle are required to be reported or
11	published under this section, the prices or quantities
12	shall be categorized so as to clearly delineate—
13	"(A) the prices or quantities, as applicable,
14	of the cattle purchased in the domestic market;
15	and
16	"(B) the prices or quantities, as applicable,
17	of imported cattle.
18	"(2) Packer-owned cattle.—Information re-
19	quired under this section for packer-owned cattle
20	shall include quantity and carcass characteristics,
21	but not price.
22	"(c) Daily Reporting.—
23	"(1) In general.—The corporate officers or
24	officially designated representatives of each packer
25	processing plant shall report to the Secretary at

1	least twice each reporting day (including once not
2	later than 10:00 a.m. Central Time and once not
3	later than 2:00 p.m. Central Time) the following in-
4	formation for each cattle type:
5	"(A) The prices for cattle (per hundred-
6	weight) established on that day, categorized
7	by—
8	"(i) type of purchase;
9	"(ii) the quantity of cattle purchased
10	on a live weight basis;
11	"(iii) the quantity of cattle purchased
12	on a dressed weight basis;
13	"(iv) a range of the estimated live
14	weights of the cattle purchased;
15	"(v) an estimate of the percentage of
16	the cattle purchased that were of a quality
17	grade of choice or better; and
18	"(vi) any premiums or discounts asso-
19	ciated with—
20	"(I) weight, grade, or yield; or
21	"(II) any type of purchase.
22	"(B) The quantity of cattle delivered to
23	the packer (quoted in numbers of head) on that
24	day, categorized by—
25	"(i) type of purchase;

1	"(ii) the quantity of cattle delivered
2	on a live weight basis; and
3	"(iii) the quantity of cattle delivered
4	on a dressed weight basis.
5	"(C) The quantity of cattle committed to
6	the packer (quoted in numbers of head) as of
7	that day, categorized by—
8	"(i) type of purchase;
9	"(ii) the quantity of cattle committed
10	on a live weight basis; and
11	"(iii) the quantity of cattle committed
12	on a dressed weight basis.
13	"(D) The terms of trade regarding the cat-
14	tle, as applicable.
15	"(2) Publication.—The Secretary shall make
16	the information available to the public not less fre-
17	quently than 3 times each reporting day.
18	"(d) Weekly Reporting.—
19	"(1) In general.—The corporate officers or
20	officially designated representatives of each packer
21	processing plant shall report to the Secretary, on the
22	first reporting day of each week, not later than 9:00
23	a.m. Central Time, the following information appli-
24	cable to the prior slaughter week:

1	"(A) The quantity of cattle purchased
2	through a forward contract that were slaugh-
3	tered.
4	"(B) The quantity of cattle delivered under
5	a formula marketing arrangement that were
6	slaughtered.
7	"(C) The quantity and carcass characteris-
8	tics of packer-owned cattle that were slaugh-
9	tered.
10	"(D) The quantity, basis level, and delivery
11	month for all cattle purchased through forward
12	contracts that were agreed to by the parties.
13	"(E) The range and average of intended
14	premiums and discounts that are expected to be
15	in effect for the current slaughter week.
16	"(2) Formula purchases.—The corporate of-
17	ficers or officially designated representatives of each
18	packer processing plant shall report to the Sec-
19	retary, on the first reporting day of each week, not
20	later than 9:00 a.m. Central Time, the following in-
21	formation for cattle purchased through a formula
22	marketing arrangement and slaughtered during the
23	prior slaughter week:
24	"(A) The quantity (quoted in both num-
25	bers of head and hundredweights) of cattle.

1	"(B) The weighted average price paid for
2	a carcass, including applicable premiums and
3	discounts.
4	"(C) The range of premiums and discounts
5	paid.
6	"(D) The weighted average of premiums
7	and discounts paid.
8	"(E) The range of prices paid.
9	"(F) The aggregate weighted average price
10	paid for a carcass.
11	"(G) The terms of trade regarding the cat-
12	tle, as applicable.
13	"(3) Publication.—The Secretary shall make
14	available to the public the information obtained
15	under paragraphs (1) and (2) on the first reporting
16	day of the current slaughter week, not later than
17	10:00 a.m. Central Time.
18	"(e) REGIONAL REPORTING OF CATTLE TYPES.—
19	"(1) IN GENERAL.—The Secretary shall deter-
20	mine whether adequate data can be obtained on a
21	regional basis for fed Holsteins and other fed dairy
22	steers and heifers, cows, and bulls based on the
23	number of packers required to report under this sec-
24	tion.

1	"(2) Report.—Not later than 2 years after the
2	date of enactment of this subtitle, the Secretary
3	shall submit to the Committee on Agriculture of the
4	House of Representatives and the Committee on Ag-
5	riculture, Nutrition, and Forestry of the Senate a
6	report on the determination of the Secretary under
7	paragraph (1).
8	"SEC. 223. MANDATORY PACKER REPORTING OF BOXED
9	BEEF SALES.
10	"(a) Daily Reporting.—The corporate officers or
11	officially designated representatives of each packer proc-
12	essing plant shall report to the Secretary at least twice
13	each reporting day (not less than once before, and once
14	after, 12:00 noon Central Time) information on total
15	boxed beef sales, including—
16	"(1) the price for each lot of each negotiated
17	boxed beef sale (determined by seller-buyer inter-
18	action and agreement), quoted in dollars per hun-
19	dredweight (on a F.O.B. plant basis);
20	"(2) the quantity for each lot of each sale,
21	quoted by number of boxes sold; and
22	"(3) information regarding the characteristics
23	of each lot of each sale including—

1	"(A) the grade of beef (USDA Choice or
2	better, USDA Select, or ungraded no-roll prod-
3	uct);
4	"(B) the cut of beef; and
5	"(C) the trim specification.
6	"(b) Publication.—The Secretary shall make avail-
7	able to the public the information required to be reported
8	under subsection (a) not less frequently than twice each
9	reporting day.
10	"CHAPTER 3—SWINE REPORTING
11	"SEC. 231. DEFINITIONS.
12	"In this chapter:
13	"(1) Affiliate.—The term 'affiliate', with re-
14	spect to a packer, means—
15	"(A) a person that directly or indirectly
16	owns, controls, or holds with power to vote, 5
17	percent or more of the outstanding voting secu-
18	rities of the packer;
19	"(B) a person 5 percent or more of whose
20	outstanding voting securities are directly or in-
21	directly owned, controlled, or held with power to
22	vote, by the packer; and
23	"(C) a person that directly or indirectly
24	controls, or is controlled by or under common
25	control with, the packer.

1	"(2) APPLICABLE REPORTING PERIOD.—The
2	term 'applicable reporting period' means the period
3	of time prescribed by the prior day report, the morn-
4	ing report, and the afternoon report, as required
5	under section 232(c).
6	"(3) Barrow.—The term 'barrow' means a
7	neutered male swine.
8	"(4) Base Market Hog.—The term 'base mar-
9	ket hog' means a hog for which no discounts are
10	subtracted from and no premiums are added to the
11	base price.
12	"(5) Bred female swine.—The term 'bred
13	female swine' means any female swine, whether a
14	sow or gilt, that has been mated or inseminated and
15	is assumed, or has been confirmed, to be pregnant.
16	"(6) FORMULA PRICE.—The term 'formula
17	price' means a price determined by a mathematical
18	formula under which the price established for a
19	specified market serves as the basis for the formula.
20	"(7) Gilt.—The term 'gilt' means a young fe-
21	male swine that has not produced a litter.
22	"(8) Hog class.—The term 'hog class' means,
23	as applicable—
24	"(A) barrows or gilts;
25	"(B) sows: or

1	"(C) boars or stags.
2	"(9) Noncarcass merit premium.—The term
3	'noncarcass merit premium' means an increase in
4	the base price of the swine offered by an individual
5	packer or packing plant, based on any factor other
6	than the characteristics of the carcass, if the actual
7	amount of the premium is known before the sale and
8	delivery of the swine.
9	"(10) Other Market formula purchase.—
10	"(A) IN GENERAL.—The term 'other mar-
11	ket formula purchase' means a purchase of
12	swine by a packer in which the pricing mecha-
13	nism is a formula price based on any market
14	other than the market for swine, pork, or a
15	pork product.
16	"(B) Inclusion.—The term other market
17	formula purchase' includes a formula purchase
18	in a case in which the price formula is based on
19	1 or more futures or options contracts.
20	"(11) Other purchase arrangement.—The
21	term 'other purchase arrangement' means a pur-
22	chase of swine by a packer that—
23	"(A) is not a negotiated purchase, swine or
24	pork market formula purchase, or other market
25	formula purchase; and

1	"(B) does not involve packer-owned swine.
2	"(12) Packer.—The term 'packer' means any
3	person engaged in the business of buying swine in
4	commerce for purposes of slaughter, of manufac-
5	turing or preparing meats or meat food products
6	from swine for sale or shipment in commerce, or of
7	marketing meats or meat food products from swine
8	in an unmanufactured form acting as a wholesale
9	broker, dealer, or distributor in commerce, except
10	that—
11	"(A) the term includes only a swine proc-
12	essing plant that is federally inspected;
13	"(B) for any calendar year, the term in-
14	cludes only a swine processing plant that
15	slaughtered an average of at least 100,000
16	swine per year during the immediately pre-
17	ceding 5 calendar years; and
18	"(C) in the case of a swine processing
19	plant that did not slaughter swine during the
20	immediately preceding 5 calendar years, the
21	Secretary shall consider the plant capacity of
22	the processing plant in determining whether the
23	processing plant should be considered a packer
24	under this chapter.

1	"(13) Packer-owned swine.—The term
2	'packer-owned swine' means swine that a packer (in-
3	cluding a subsidiary or affiliate of the packer) owns
4	for at least 14 days immediately before slaughter.
5	"(14) Packer-sold swine.—The term 'pack-
6	er-sold swine' means the swine that are—
7	"(A) owned by a packer (including a sub-
8	sidiary or affiliate of the packer) for more than
9	14 days immediately before sale for slaughter;
10	and
11	"(B) sold for slaughter to another packer.
12	"(15) PORK.—The term 'pork' means the meat
13	of a porcine animal.
14	"(16) PORK PRODUCT.—The term 'pork prod-
15	uct' means a product or byproduct produced or proc-
16	essed in whole or in part from pork.
17	"(17) Purchase data.—The term 'purchase
18	data' means all of the applicable data, including
19	weight (if purchased live), for all swine purchased
20	during the applicable reporting period, regardless of
21	the expected delivery date of the swine, reported
22	by—
23	"(A) hog class;
24	"(B) type of purchase; and
25	"(C) packer-owned swine.

1	"(18) Slaughter data.—The term 'slaughter
2	data' means all of the applicable data for all swine
3	slaughtered by a packer during the applicable re-
4	porting period, regardless of when the price of the
5	swine was negotiated or otherwise determined, re-
6	ported by—
7	"(A) hog class;
8	"(B) type of purchase; and
9	"(C) packer-owned swine.
10	"(19) Sow.—The term 'sow' means an adult fe-
11	male swine that has produced 1 or more litters.
12	"(20) Swine.—The term 'swine' means a por-
13	cine animal raised to be a feeder pig, raised for
14	seedstock, or raised for slaughter.
15	"(21) Swine or pork market formula pur-
16	CHASE.—The term 'swine or pork market formula
17	purchase' means a purchase of swine by a packer in
18	which the pricing mechanism is a formula price
19	based on a market for swine, pork, or a pork prod-
20	uct, other than a future or option for swine, pork,
21	or a pork product.
22	"(22) Type of Purchase.—The term 'type of
23	purchase', with respect to swine, means—
24	"(A) a negotiated purchase;
25	"(B) other market formula purchase:

1	"(C) a swine or pork market formula pur-
2	chase; and
3	"(D) other purchase arrangement.
4	"SEC. 232. MANDATORY REPORTING FOR SWINE.
5	"(a) Establishment.—The Secretary shall estab-
6	lish a program of swine price information reporting that
7	will—
8	"(1) provide timely, accurate, and reliable mar-
9	ket information;
10	"(2) facilitate more informed marketing deci-
11	sions; and
12	"(3) promote competition in the swine slaugh-
13	tering industry.
14	"(b) General Reporting Provisions Applicable
15	TO PACKERS AND THE SECRETARY.—
16	"(1) In general.—The Secretary shall estab-
17	lish and implement a price reporting program in ac-
18	cordance with this section that includes the report-
19	ing and publication of information required under
20	this section.
21	"(2) Packer-owned swine.—Information re-
22	quired under this section for packer-owned swine
23	shall include quantity and carcass characteristics,
24	but not price.

1	"(3) Packer-sold swine.—If information re-
2	garding the type of purchase is required under this
3	section, the information shall be reported according
4	to the numbers and percentages of each type of pur-
5	chase comprising—
6	"(A) packer-sold swine; and
7	"(B) all other swine.
8	"(4) Additional information.—
9	"(A) Review.—The Secretary shall review
10	the information required to be reported by
11	packers under this section at least once every 2
12	years.
13	"(B) OUTDATED INFORMATION.—After
14	public notice and an opportunity for comment,
15	subject to subparagraph (C), the Secretary shall
16	promulgate regulations that specify additional
17	information that shall be reported under this
18	section if the Secretary determines under the
19	review under subparagraph (A) that—
20	"(i) information that is currently re-
21	quired no longer accurately reflects the
22	methods by which swine are valued and
23	priced by packers; or
24	"(ii) packers that slaughter a signifi-
25	cant majority of the swine produced in the

1	United States no longer use backfat or
2	lean percentage factors as indicators of
3	price.
4	"(C) LIMITATION.—Under subparagraph
5	(B), the Secretary may not require packers to
6	provide any new or additional information
7	that—
8	"(i) is not generally available or main-
9	tained by packers; or
10	"(ii) would be otherwise unduly bur-
11	densome to provide.
12	"(c) Daily Reporting.—
13	"(1) Prior day report.—
14	"(A) IN GENERAL.—The corporate officers
15	or officially designated representatives of each
16	packer processing plant shall report to the Sec-
17	retary, for each business day of the packer,
18	such information as the Secretary determines
19	necessary and appropriate to—
20	"(i) comply with the publication re-
21	quirements of this section; and
22	"(ii) provide for the timely access to
23	the information by producers, packers, and
24	other market participants.

1	"(B) REPORTING DEADLINE AND PLANTS
2	REQUIRED TO REPORT.—Not later than 7:00
3	a.m. Central Time on each reporting day, a
4	packer required to report under subparagraph
5	(A) shall report information regarding all swine
6	purchased, priced, or slaughtered during the
7	prior business day of the packer.
8	"(C) Information required.—The in-
9	formation from the prior business day of a
10	packer required under this paragraph shall
11	include—
12	"(i) all purchase data, including—
13	"(I) the total number of—
14	"(aa) swine purchased; and
15	"(bb) swine scheduled for
16	delivery; and
17	"(II) the base price and purchase
18	data for slaughtered swine for which a
19	price has been established;
20	"(ii) all slaughter data for the total
21	number of swine slaughtered, including—
22	"(I) information concerning the
23	net price, which shall be equal to the
24	total amount paid by a packer to a
25	producer (including all premiums, less

1	all discounts) per hundred pounds of
2	carcass weight of swine delivered at
3	the plant—
4	"(aa) including any sum de-
5	ducted from the price per hun-
6	dredweight paid to a producer
7	that reflects the repayment of a
8	balance owed by the producer to
9	the packer or the accumulation of
10	a balance to later be repaid by
11	the packer to the producer; and
12	"(bb) excluding any sum
13	earlier paid to a producer that
14	must later be repaid to the pack-
15	er;
16	"(II) information concerning the
17	average net price, which shall be equal
18	to the quotient (stated per hundred
19	pounds of carcass weight of swine) ob-
20	tained by dividing—
21	"(aa) the total amount paid
22	for the swine slaughtered at a
23	packing plant during the applica-
24	ble reporting period, including all
25	premiums and discounts, and in-

1	cluding any sum deducted from
2	the price per hundredweight paid
3	to a producer that reflects the re-
4	payment of a balance owed by
5	the producer to the packer, or
6	the accumulation of a balance to
7	later be repaid by the packer to
8	the producer, less all discounts;
9	by
10	"(bb) the total carcass
11	weight (in hundred pound incre-
12	ments) of the swine;
13	"(III) information concerning the
14	lowest net price, which shall be equal
15	to the lowest net price paid for a sin-
16	gle lot or a group of swine slaughtered
17	at a packing plant during the applica-
18	ble reporting period per hundred
19	pounds of carcass weight of swine;
20	"(IV) information concerning the
21	highest net price, which shall be equal
22	to the highest net price paid for a sin-
23	gle lot or group of swine slaughtered
24	at a packing plant during the applica-

1	ble reporting period per hundred
2	pounds of carcass weight of swine;
3	"(V) the average carcass weight,
4	which shall be equal to the quotient
5	obtained by dividing—
6	"(aa) the total carcass
7	weight of the swine slaughtered
8	at the packing plant during the
9	applicable reporting period; by
10	"(bb) the number of the
11	swine described in item (aa);
12	adjusted for special slaughter situa-
13	tions (such as skinning or foot re-
14	moval), as the Secretary determines
15	necessary to render comparable car-
16	cass weights;
17	"(VI) the average sort loss,
18	which shall be equal to the average
19	discount (in dollars per hundred
20	pounds carcass weight) for swine
21	slaughtered during the applicable re-
22	porting period, resulting from the fact
23	that the swine did not fall within the
24	individual packer's established carcass
25	weight or lot variation range;

"(VII) the average backfat, which 1 2 shall be equal to the average of the 3 backfat thickness (in inches) measured between the third and fourth from the last ribs, 7 centimeters from 6 the carcass split (or adjusted from the 7 individual packer's measurement to 8 that reference point using an adjust-9 ment made by the Secretary) of the 10 swine slaughtered during the applicable reporting period; 12

"(VIII) the average lean percentage, which shall be equal to the average percentage of the carcass weight comprised of lean meat for the swine slaughtered during the applicable reporting period, except that when a packer is required to report the average lean percentage under this subclause, the packer shall make available to the Secretary the underlying data, applicable methodology and formulae, and supporting materials used to determine the average lean percentage, which the Secretary may convert

11

13

14

15

16

17

18

19

20

21

22

23

24

25

1	to the carcass measurements or lean
2	percentage of the swine of the indi-
3	vidual packer to correlate to a com-
4	mon percent lean measurement; and
5	"(IX) the total slaughter quan-
6	tity, which shall be equal to the total
7	number of swine slaughtered during
8	the applicable reporting period, in-
9	cluding all types of purchases and
10	packer-owned swine; and
11	"(iii) packer purchase commitments,
12	which shall be equal to the number of
13	swine scheduled for delivery to a packer for
14	slaughter for each of the next 14 calendar
15	days.
16	"(D) Publication.—The Secretary shall
17	publish the information obtained under this
18	paragraph in a prior day report not later than
19	8:00 a.m. Central Time on the reporting day on
20	which the information is received from the
21	packer.
22	"(2) Morning Report.—
23	"(A) IN GENERAL.—The corporate officers
24	or officially designated representatives of each
25	packer processing plant shall report to the Sec-

1	retary not later than 10:00 a.m. Central Time
2	each reporting day—
3	"(i) the packer's best estimate of the
4	total number of swine, and packer-owned
5	swine, expected to be purchased through-
6	out the reporting day through each type of
7	purchase;
8	"(ii) the total number of swine, and
9	packer-owned swine, purchased up to that
10	time of the reporting day through each
11	type of purchase;
12	"(iii) the base price paid for all base
13	market hogs purchased up to that time of
14	the reporting day through negotiated pur-
15	chases; and
16	"(iv) the base price paid for all base
17	market hogs purchased through each type
18	of purchase other than negotiated purchase
19	up to that time of the reporting day, un-
20	less such information is unavailable due to
21	pricing that is determined on a delayed
22	basis.
23	"(B) Publication.—The Secretary shall
24	publish the information obtained under this
25	paragraph in the morning report as soon as

1	practicable, but not later than 11:00 a.m. Cen-
2	tral Time, on each reporting day.
3	"(3) Afternoon report.—
4	"(A) In general.—The corporate officers
5	or officially designated representatives of each
6	packer processing plant shall report to the Sec-
7	retary not later than 2:00 p.m. Central Time
8	each reporting day—
9	"(i) the packer's best estimate of the
10	total number of swine, and packer-owned
11	swine, expected to be purchased through-
12	out the reporting day through each type of
13	purchase;
14	"(ii) the total number of swine, and
15	packer-owned swine, purchased up to that
16	time of the reporting day through each
17	type of purchase;
18	"(iii) the base price paid for all base
19	market hogs purchased up to that time of
20	the reporting day through negotiated pur-
21	chases; and
22	"(iv) the base price paid for all base
23	market hogs purchased up to that time of
24	the reporting day through each type of
25	purchase other than negotiated purchase.

1	unless such information is unavailable due
2	to pricing that is determined on a delayed
3	basis.
4	"(B) Publication.—The Secretary shall
5	publish the information obtained under this
6	paragraph in the afternoon report as soon as
7	practicable, but not later than 3:00 p.m. Cen-
8	tral Time, on each reporting day.
9	"(d) Weekly Noncarcass Merit Premium Re-
10	PORT.—
11	"(1) In general.—Not later than 4:00 p.m.
12	Central Time on the first reporting day of each
13	week, the corporate officers or officially designated
14	representatives of each packer processing plant shall
15	report to the Secretary a noncarcass merit premium
16	report that lists—
17	"(A) each category of standard noncarcass
18	merit premiums used by the packer in the prior
19	slaughter week; and
20	"(B) the amount (in dollars per hundred
21	pounds of carcass weight) paid to producers by
22	the packer, by category.
23	"(2) Premium list.—A packer shall maintain
24	and make available to a producer, on request, a cur-
25	rent listing of the dollar values (per hundred pounds

1	of carcass weight) of each noncarcass merit premium
2	used by the packer during the current or the prior
3	slaughter week.
4	"(3) AVAILABILITY.—A packer shall not be re-
5	quired to pay a listed noncarcass merit premium to
6	a producer that meets the requirements for the pre-
7	mium if the need for swine in a given category is
8	filled at a particular point in time.
9	"(4) Publication.—The Secretary shall pub-
10	lish the information obtained under this subsection
11	as soon as practicable, but not later than 5:00 p.m.
12	Central Time, on the first reporting day of each
13	week.
14	"CHAPTER 4—LAMB REPORTING
15	"SEC. 241. MANDATORY REPORTING FOR LAMBS.
15 16	"SEC. 241. MANDATORY REPORTING FOR LAMBS.  "(a) Establishment.—The Secretary may establish
16 17	"(a) Establishment.—The Secretary may establish
16 17	"(a) Establishment.—The Secretary may establish a program of mandatory lamb price information reporting
16 17 18	"(a) ESTABLISHMENT.—The Secretary may establish a program of mandatory lamb price information reporting that will—
16 17 18 19	"(a) ESTABLISHMENT.—The Secretary may establish a program of mandatory lamb price information reporting that will—  "(1) provide timely, accurate, and reliable mar-
16 17 18 19 20	"(a) ESTABLISHMENT.—The Secretary may establish a program of mandatory lamb price information reporting that will—  "(1) provide timely, accurate, and reliable market information;
16 17 18 19 20 21	"(a) ESTABLISHMENT.—The Secretary may establish a program of mandatory lamb price information reporting that will—  "(1) provide timely, accurate, and reliable market information;  "(2) facilitate more informed marketing deci-

"(b) Notice and Comment.—If the Secretary es-1 2 tablishes a mandatory price reporting program under subsection (a), the Secretary shall provide an opportunity for 3 4 comment on proposed regulations to establish the program 5 during the 30-day period beginning on the date of the publication of the proposed regulations. 6 "CHAPTER 5—ADMINISTRATION 7 8 "SEC. 251. GENERAL PROVISIONS. 9 "(a) Confidentiality.—The Secretary shall make available to the public information, statistics, and docu-10 ments obtained from, or submitted by, packers, retail enti-12 ties, and other persons under this subtitle in a manner that ensures that confidentiality is preserved regarding— 13 14 "(1) the identity of persons, including parties to 15 a contract; and "(2) proprietary business information. 16 17 "(b) DISCLOSURE BY FEDERAL GOVERNMENT EM-18 PLOYEES.— 19 "(1) IN GENERAL.—Subject to paragraph (2), 20 no officer, employee, or agent of the United States 21 shall, without the consent of the packer or other per-22 son concerned, divulge or make known in any man-23 ner, any facts or information regarding the business 24 of the packer or other person that was acquired

through reporting required under this subtitle.

1	"(2) Exceptions.—Information obtained by
2	the Secretary under this subtitle may be disclosed—
3	"(A) to agents or employees of the Depart-
4	ment of Agriculture in the course of their offi-
5	cial duties under this subtitle;
6	"(B) as directed by the Secretary or the
7	Attorney General, for enforcement purposes; or
8	"(C) by a court of competent jurisdiction.
9	"(3) Disclosure under freedom of infor-
10	MATION ACT.—Notwithstanding any other provision
11	of law, no facts or information obtained under this
12	subtitle shall be disclosed in accordance with section
13	552 of title 5, United States Code.
14	"(c) Reporting by Packers.—A packer shall re-
15	port all information required under this subtitle on an in-
16	dividual lot basis.
17	"(d) Regional Reporting and Aggregation.—
18	The Secretary shall make information obtained under this
19	subtitle available to the public only in a manner that—
20	"(1) ensures that the information is published
21	on a national and a regional or statewide basis as
22	the Secretary determines to be appropriate;
23	"(2) ensures that the identity of a reporting
24	person is not disclosed; and

1	"(3) conforms to aggregation guidelines estab-
2	lished by the Secretary.
3	"(e) Adjustments.—Prior to the publication of any
4	information required under this subtitle, the Secretary
5	may make reasonable adjustments in information reported
6	by packers to reflect price aberrations or other unusual
7	or unique occurrences that the Secretary determines would
8	distort the published information to the detriment of pro-
9	ducers, packers, or other market participants.
10	"(f) Verification.—The Secretary shall take such
11	actions as the Secretary considers necessary to verify the
12	accuracy of the information submitted or reported under
13	chapter 2, 3, or 4.
14	"(g) Electronic Reporting and Publishing.—
15	The Secretary shall, to the maximum extent practicable,
16	provide for the reporting and publishing of the information
17	required under this subtitle by electronic means.
18	"(h) Reporting of Activities on Weekends and
19	Holidays.—
20	"(1) In general.—Livestock committed to a
21	packer, or purchased, sold, or slaughtered by a pack-
22	er, on a weekend day or holiday shall be reported by

the packer to the Secretary (to the extent required

under this subtitle), and reported by the Secretary,

on the immediately following reporting day.

23

24

1	"(2) Limitation on reporting by pack-
2	ERS.—A packer shall not be required to report ac-
3	tions under paragraph (1) more than once on the
4	immediately following reporting day.
5	"(i) Effect on Other Laws.—Nothing in this sub-
6	title, the Livestock Mandatory Reporting Act of 1999, or
7	amendments made by that Act restricts or modifies the
8	authority of the Secretary to—
9	"(1) administer or enforce the Packers and
10	Stockyards Act, 1921 (7 U.S.C. 181 et seq.);
11	"(2) administer, enforce, or collect voluntary re-
12	ports under this title or any other law; or
13	"(3) access documentary evidence as provided
14	under sections 9 and 10 of the Federal Trade Com-
15	mission Act (15 U.S.C. 49, 50).
16	"SEC. 252. UNLAWFUL ACTS.
17	"It shall be unlawful and a violation of this subtitle
18	for any packer or other person subject to this subtitle (in
19	the submission of information required under chapter 2,
20	3, or 4, as determined by the Secretary) to willfully—
21	"(1) fail or refuse to provide, or delay the time-
22	ly reporting of, accurate information to the Sec-
23	retary (including estimated information);
24	"(2) solicit or request that a packer, the buyer
25	or seller of livestock or livestock products or any

- 1 other person fail to provide, as a condition of any 2 transaction, accurate or timely information required under this subtitle; 3 "(3) fail or refuse to comply with this subtitle; 4 5 or"(4) report estimated information in any report 6 7 required under this subtitle in a manner that dem-8 onstrates a pattern of significant variance in accu-9 racy when compared to the actual information that 10 is reported for the same reporting period, or as de-11 termined by any audit, oversight, orother 12 verification procedures of the Secretary. 13 "SEC. 253. ENFORCEMENT. 14 "(a) CIVIL PENALTY.— "(1) IN GENERAL.—Any packer or other person 15 16 that violates this subtitle may be assessed a civil 17 penalty by the Secretary of not more than \$10,000 18 for each violation.
  - "(2) CONTINUING VIOLATION.—Each day during which a violation continues shall be considered to be a separate violation.
  - "(3) Factors.—In determining the amount of a civil penalty to be assessed under paragraph (1), the Secretary shall consider the gravity of the offense, the size of the business involved, and the ef-

19

20

21

22

23

24

- fect of the penalty on the ability of the person that has committed the violation to continue in business.
- "(4) MULTIPLE VIOLATIONS.—In determining whether to assess a civil penalty under paragraph (1), the Secretary shall consider whether a packer or other person subject to this subtitle has engaged in a pattern of errors, delays, or omissions in violation
- 9 "(b) CEASE AND DESIST.—In addition to, or in lieu 10 of, a civil penalty under subsection (a), the Secretary may 11 issue an order to cease and desist from continuing any violation.
- "(c) Notice and Hearing.—No penalty shall be assessed, or cease and desist order issued, by the Secretary under this section unless the person against which the penalty is assessed or to which the order is issued is given notice and opportunity for a hearing before the Secretary with respect to the violation.

## 19 "(d) Finality and Judicial Review.—

20 "(1) IN GENERAL.—The order of the Secretary 21 assessing a civil penalty or issuing a cease and desist 22 order under this section shall be final and conclusive 23 unless the affected person files an appeal of the 24 order of the Secretary in United States district court

8

of this subtitle.

not later than 30 days after the date of the issuance
of the order.

"(2) STANDARD OF REVIEW.—A finding of the Secretary under this section shall be set aside only if the finding is found to be unsupported by substantial evidence.

### "(e) Enforcement.—

- "(1) IN GENERAL.—If, after the lapse of the period allowed for appeal or after the affirmance of a penalty assessed under this section, the person against which the civil penalty is assessed fails to pay the penalty, the Secretary may refer the matter to the Attorney General who may recover the penalty by an action in United States district court.
- "(2) Finality.—In the action, the final order of the Secretary shall not be subject to review.

### "(f) Injunction or Restraining Order.—

"(1) IN GENERAL.—If the Secretary has reason to believe that any person subject to this subtitle has failed or refused to provide the Secretary information required to be reported pursuant to this subtitle, and that it would be in the public interest to enjoin the person from further failure to comply with the reporting requirements, the Secretary may notify the Attorney General of the failure.

1 "(2) ATTORNEY GENERAL.—The Attorney Gen-2 eral may apply to the appropriate district court of 3 the United States for a temporary or permanent in-4 junction or restraining order.

"(3) Court.—When needed to carry out this subtitle, the court shall, on a proper showing, issue a temporary injunction or restraining order without bond.

# "(g) Failure To Obey Orders.—

- "(1) IN GENERAL.—If a person subject to this subtitle fails to obey a cease and desist or civil penalty order issued under this subsection after the order has become final and unappealable, or after the appropriate United States district court has entered a final judgment in favor of the Secretary, the United States may apply to the appropriate district court for enforcement of the order.
- "(2) Enforcement.—If the court determines that the order was lawfully made and duly served and that the person violated the order, the court shall enforce the order.
- "(3) CIVIL PENALTY.—If the court finds that the person violated the cease and desist provisions of the order, the person shall be subject to a civil penalty of not more than \$10,000 for each offense.

#### 1 "SEC. 254. FEES.

- 2 "The Secretary shall not charge or assess a user fee,
- 3 transaction fee, service charge, assessment, reimburse-
- 4 ment, or any other fee for the submission or reporting of
- 5 information, for the receipt or availability of, or access to,
- 6 published reports or information, or for any other activity
- 7 required under this subtitle.

#### 8 "SEC. 255. RECORDKEEPING.

- 9 "(a) IN GENERAL.—Subject to subsection (b), each
- 10 packer required to report information to the Secretary
- 11 under this subtitle shall maintain, and make available to
- 12 the Secretary on request, for 2 years—
- 13 "(1) the original contracts, agreements, receipts
- and other records associated with any transaction
- 15 relating to the purchase, sale, pricing, transpor-
- 16 tation, delivery, weighing, slaughter, or carcass char-
- acteristics of all livestock; and
- 18 "(2) such records or other information as is
- 19 necessary or appropriate to verify the accuracy of
- the information required to be reported under this
- subtitle.
- 22 "(b) Limitations.—Under subsection (a)(2), the
- 23 Secretary may not require a packer to provide new or ad-
- 24 ditional information if—
- 25 "(1) the information is not generally available
- or maintained by packers; or

"(2) the provision of the information would be 1 2 unduly burdensome. 3 "(c) Purchases of Cattle or Swine.—A record of a purchase of a lot of cattle or a lot of swine by a packer 5 shall evidence whether the purchase occurred— 6 "(1) before 10:00 a.m. Central Time; "(2) between 10:00 a.m. and 2:00 p.m. Central 7 Time; or 8 9 "(3) after 2:00 p.m. Central Time. 10 "SEC. 256. VOLUNTARY REPORTING. 11 "The Secretary shall encourage voluntary reporting 12 by packers (as defined in section 201 of the Packers and Stockyards Act, 1921 (7 U.S.C. 191)) to which the man-13 14 datory reporting requirements of this subtitle do not 15 apply. "SEC. 257. PUBLICATION OF INFORMATION ON RETAIL PUR-17 CHASE PRICES FOR REPRESENTATIVE MEAT 18 PRODUCTS. 19 "(a) IN GENERAL.—Beginning not later than 90 days after the date of enactment of this subtitle, the Sec-20 21 retary shall compile and publish at least monthly (weekly, if practicable) information on retail prices for representative food products made from beef, pork, chicken, turkey, 24 yeal, or lamb.

1	"(b) Information.—The report published by the
2	Secretary under subsection (a) shall include—
3	"(1) information on retail prices for each rep-
4	resentative food product described in subsection (a);
5	and
6	"(2) information on total sales quantity (in
7	pounds and dollars) for each representative food
8	product.
9	"(c) Meat Price Spreads Report.—During the
10	period ending 2 years after the initial publication of the
11	report required under subsection (a), the Secretary shall
12	continue to publish the Meat Price Spreads Report in the
13	same manner as the Report was published before the date
14	of enactment of this subtitle.
15	"(d) Information Collection.—
16	"(1) In general.—To ensure the accuracy of
17	the reports required under subsection (a), the Sec-
18	retary shall obtain the information for the reports
19	from 1 or more sources including—
20	"(A) a consistently representative set of re-
21	tail transactions; and
22	"(B) both prices and sales quantities for
23	the transactions.
24	"(2) Source of information.—The Sec-
25	retary may—

1	"(A) obtain the information from retailers
2	or commercial information sources; and
3	"(B) use valid statistical sampling proce-
4	dures, if necessary.
5	"(3) Adjustments.—In providing information
6	on retail prices under this section, the Secretary
7	may make adjustments to take into account dif-
8	ferences in—
9	"(A) the geographic location of consump-
10	tion;
11	"(B) the location of the principal source of
12	supply;
13	"(C) distribution costs; and
14	"(D) such other factors as the Secretary
15	determines reflect a verifiable comparative retail
16	price for a representative food product.
17	"(e) Administration.—The Secretary—
18	"(1) shall collect information under this section
19	only on a voluntary basis; and
20	"(2) shall not impose a penalty on a person for
21	failure to provide the information or otherwise com-
22	pel a person to provide the information.

1	"SEC. 258. SUSPENSION AUTHORITY REGARDING SPECIFIC
2	TERMS OF PRICE REPORTING REQUIRE-
3	MENTS.
4	"(a) In General.—The Secretary may suspend any
5	requirement of this subtitle if the Secretary determines
6	that application of the requirement is inconsistent with the
7	purposes of this subtitle.
8	"(b) Suspension Procedure.—
9	"(1) Period.—A suspension under subsection
10	(a) shall be for a period of not more than 240 days.
11	"(2) ACTION BY CONGRESS.—If an Act of Con-
12	gress concerning the requirement that is the subject
13	of the suspension under subsection (a) is not enacted
14	by the end of the period of the suspension estab-
15	lished under paragraph (1), the Secretary shall im-
16	plement the requirement.
17	"SEC. 259. FEDERAL PREEMPTION.
18	"In order to achieve the goals, purposes, and objec-
19	tives of this title on a nationwide basis and to avoid poten-
20	tially conflicting State laws that could impede the goals,
21	purposes, or objectives of this title, no State or political
22	subdivision of a State may impose a requirement that is
23	in addition to, or inconsistent with, any requirement of
24	this subtitle with respect to the submission or reporting

25 of information, or the publication of such information, on

- 1 the prices and quantities of livestock or livestock prod-
- 2 ucts.".
- 3 SEC. 102. UNJUST DISQUALIFICATION.
- 4 Section 202(b) of the Packers and Stockyards Act,
- 5 1921 (7 U.S.C. 192(b)), is amended by striking "whatso-
- 6 ever" each place it appears.
- 7 SEC. 103. CONFORMING AMENDMENTS.
- 8 (a) Section 416 of the Packers and Stockyards Act,
- 9 1921 (7 U.S.C. 229a), is repealed.
- 10 (b) Section 1127 of the Agriculture, Rural Develop-
- 11 ment, Food and Drug Administration, and Related Agen-
- 12 cies Appropriations Act, 1999 (7 U.S.C. 1421 note; Public
- 13 Law 105–277), is amended—
- 14 (1) by striking subsection (b) and inserting the
- 15 following:
- 16 "(b) Export Market Reporting.—The Secretary
- 17 shall—
- 18 "(1) implement a streamlined electronic system
- 19 for collecting export sales and shipments data, in the
- least intrusive manner possible, for fresh or frozen
- 21 muscle cuts of meat food products; and
- "(2) develop a data-reporting program to dis-
- seminate summary information in a timely manner
- 24 (in the case of beef, consistent with the reporting

1	under section 602(a) of the Agricultural Trade Act
2	of 1978 (7 U.S.C. 5712(a)))."; and
3	(2) in subsection (c), by striking "this section
4	of the Act" and inserting "subsection (b)".
5	TITLE II—RELATED BEEF
6	REPORTING PROVISIONS
7	SEC. 201. BEEF EXPORT REPORTING.
8	Section 602(a)(1) of the Agricultural Trade Act of
9	1978 (7 U.S.C. 5712(a)(1)) is amended by inserting
10	", beef," after "cotton".
11	SEC. 202. EXPORT CERTIFICATES FOR MEAT AND MEAT
12	FOOD PRODUCTS.
13	Not later than 1 year after the date of enactment
14	of this Act, the Secretary of Agriculture shall fully imple-
15	ment a program, through the use of a streamlined elec-
16	tronic online system, to issue and report export certificates
17	for all meat and meat products.
18	SEC. 203. IMPORTS OF BEEF, BEEF VARIETY MEATS, AND
19	CATTLE.
20	(a) In General.—The Secretary of Agriculture
21	shall—
22	(1) obtain information regarding the import of
23	beef and beef variety meats (consistent with the in-
24	formation categories reported for beef exports under
25	section 602(a) of the Agricultural Trade Act of 1978

1	(7 U.S.C. 5712(a))) and cattle using available infor-
2	mation sources; and
3	(2) publish the information in a timely manner
4	weekly and in a form that maximizes the utility of
5	the information to beef producers, packers, and
6	other market participants.
7	(b) Content.—The published information shall in-
8	clude information reporting the year-to-date cumulative
9	annual imports of beef, beef variety meats, and cattle for
10	the current and prior marketing years.
11	SEC. 204. AUTHORIZATION OF APPROPRIATIONS.
12	There are authorized to be appropriated such sums
13	as are necessary to carry out sections 202 and 203.
14	TITLE III—RELATED SWINE
<ul><li>14</li><li>15</li></ul>	TITLE III—RELATED SWINE REPORTING PROVISIONS
15	REPORTING PROVISIONS
15 16	REPORTING PROVISIONS SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY
15 16 17	REPORTING PROVISIONS SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY REPORT.
15 16 17 18	REPORTING PROVISIONS  SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY  REPORT.  (a) IN GENERAL.—Effective beginning not later than
15 16 17 18 19	REPORTING PROVISIONS  SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY  REPORT.  (a) IN GENERAL.—Effective beginning not later than  90 days after the date of enactment of this Act, the Sec-
15 16 17 18 19 20	REPORTING PROVISIONS  SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY  REPORT.  (a) IN GENERAL.—Effective beginning not later than 90 days after the date of enactment of this Act, the Secretary of Agriculture shall publish on a monthly basis the
15 16 17 18 19 20 21	REPORTING PROVISIONS  SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY  REPORT.  (a) IN GENERAL.—Effective beginning not later than 90 days after the date of enactment of this Act, the Secretary of Agriculture shall publish on a monthly basis the Hogs and Pigs Inventory Report.
15 16 17 18 19 20 21 22	REPORTING PROVISIONS  SEC. 301. IMPROVEMENT OF HOGS AND PIGS INVENTORY  REPORT.  (a) IN GENERAL.—Effective beginning not later than 90 days after the date of enactment of this Act, the Secretary of Agriculture shall publish on a monthly basis the Hogs and Pigs Inventory Report.  (b) GESTATING SOWS.—The Secretary shall include

1 (c) Phase-Out.—Effective for a period of 8 quarters 2 after the implementation of the monthly report required 3 under subsection (a), the Secretary shall continue to main-4 tain and publish on a quarterly basis the Hogs and Pigs Inventory Report published on or before the date of enactment of this Act. 6 SEC. 302. BARROW AND GILT SLAUGHTER. 8 (a) In General.—The Secretary of Agriculture shall promptly obtain and maintain, through an appropriate col-10 lection system or valid sampling system at packing plants, information on the total slaughter of swine that reflects 12 differences in numbers between barrows and gilts, as de-13 termined by the Secretary. 14 (b) AVAILABILITY.—The information shall be made 15 available to swine producers, packers, and other market participants in a report published by the Secretary not less 16 frequently than weekly. 17 18 (c) Administration.— 19 (1) In General.—The Secretary shall admin-20 ister the collection and compilation of information, 21 and the publication of the report, required by this 22 section. 23 (2) Nondelegation.—The Secretary shall not 24 delegate the collection, compilation, or administra-25 tion of the information required by this section to

1	any packer (as defined in section 201 of the Packers
2	and Stockyards Act, 1921 (7 U.S.C. 191)).
3	SEC. 303. AVERAGE TRIM LOSS CORRELATION STUDY AND
4	REPORT.
5	(a) In General.—The Secretary of Agriculture shall
6	contract with a qualified contractor to conduct a correla-
7	tion study and prepare a report establishing a baseline and
8	standards for determining and improving average trim
9	loss measurements and processing techniques for pork
10	processors to employ in the slaughter of swine.
11	(b) Correlation Study and Report.—The study
12	and report shall—
13	(1) analyze processing techniques that would
14	assist the pork processing industry in improving pro-
15	cedures for uniformity and transparency in how trim
16	loss is discounted (in dollars per hundred pounds
17	carcass weight) by different packers and processors;
18	(2) analyze slaughter inspection procedures that
19	could be improved so that trimming procedures and
20	policies of the Secretary are uniform to the max-
21	imum extent determined practicable by the Sec-
22	retary;
23	(3) determine how the Secretary may be able to
24	foster improved breeding techniques and animal han-
25	dling and transportation procedures through train-

1	ing programs made available to swine producers so
2	as to minimize trim loss in slaughter processing; and
3	(4) make recommendations that are designed to
4	effect changes in the pork industry so as to achieve
5	continuous improvement in average trim losses and
6	discounts.
7	(c) Subsequent Reports on Status of Improve-
8	MENTS AND UPDATES IN BASELINE.—Not less frequently
9	than once every 2 years after the initial publication of the
10	report required under this section, the Secretary shall
11	make subsequent periodic reports that—
12	(1) examine the status of the improvement in
13	reducing trim loss discounts in the pork processing
14	industry; and
15	(2) update the baseline to reflect changes in
16	trim loss discounts.
17	(d) Submission of Reports to Congress, Pro-
18	DUCERS, PACKERS, AND OTHERS.—The reports required
19	under this section shall be made available to—
20	(1) the public on the Internet;
21	(2) the Committee on Agriculture of the House
22	of Representatives;
23	(3) the Committee on Agriculture, Nutrition,
24	and Forestry of the Senate;
25	(4) producers and packers; and

1	(5) other market participants.
2	SEC. 304. SWINE PACKER MARKETING CONTRACTS.
3	Title II of the Packers and Stockyards Act, 1921 (7
4	U.S.C. 191 et seq.) is amended—
5	(1) by inserting before section 201 (7 U.S.C.
6	191) the following:
7	"Subtitle A—General Provisions";
8	and
9	(2) by adding at the end the following:
10	"Subtitle B—Swine Packer
11	<b>Marketing Contracts</b>
12	"SEC. 221. DEFINITIONS.
13	"Except as provided in section 223(a), in this sub-
14	title:
15	"(1) Market.—The term 'market' means the
16	sale or disposition of swine, pork, or pork products
17	in commerce.
18	"(2) Packer.—The term 'packer' has the
19	meaning given the term in section 231 of the Agri-
20	cultural Marketing Act of 1946.
21	"(3) PORK.—The term 'pork' means the meat
22	of a porcine animal.
23	"(4) Pork product.—The term 'pork product'
24	means a product or byproduct produced or processed
25	in whole or in part from pork.

1	"(5) State.—The term 'State' means each of
2	the 50 States.
3	"(6) Swine.—The term 'swine' means a por-
4	cine animal raised to be a feeder pig, raised for
5	seedstock, or raised for slaughter.
6	"(7) Type of contract.—The term 'type of
7	contract' means the classification of contracts or
8	risk management agreements for the purchase of
9	swine by—
10	"(A) the mechanism used to determine the
11	base price for swine committed to a packer,
12	grouped into practicable classifications by the
13	Secretary (including swine or pork market for-
14	mula purchases, other market formula pur-
15	chases, and other purchase arrangements); and
16	"(B) the presence or absence of an accrual
17	account or ledger that must be repaid by the
18	producer or packer that receives the benefit of
19	the contract pricing mechanism in relation to
20	negotiated prices.
21	"(8) Other terms.—Except as provided in
22	this subtitle, a term has the meaning given the term
23	in section 212 or 231 of the Agricultural Marketing

24 Act of 1946.

1	"SEC. 222. SWINE PACKER MARKETING CONTRACTS OF-
2	FERED TO PRODUCERS.
3	"(a) In General.—Subject to the availability of ap-
4	propriations to carry out this section, the Secretary shall
5	establish and maintain a library or catalog of each type
6	of contract offered by packers to swine producers for the
7	purchase of all or part of the producers' production of
8	swine (including swine that are purchased or committed
9	for delivery), including all available noncarcass merit pre-
10	miums.
11	"(b) AVAILABILITY.—The Secretary shall make avail-
12	able to swine producers and other interested persons infor-
13	mation on the types of contracts described in subsection
14	(a), including notice (on a real-time basis if practicable)
15	of the types of contracts that are being offered by each
16	individual packer to, and are open to acceptance by, pro-
17	ducers for the purchase of swine.
18	"(c) Confidentiality.—The reporting require-
19	ments under subsections (a) and (b) shall be subject to
20	the confidentiality protections provided under section 251
21	of the Agricultural Marketing Act of 1946.
22	"(d) Information Collection.—
23	"(1) In General.—The Secretary shall—
24	"(A) obtain (by a filing or other procedure
25	required of each individual packer) information
26	indicating what types of contracts for the pur-

1	chase of swine are available from each packer;
2	and
3	"(B) make the information available in a
4	monthly report to swine producers and other in-
5	terested persons.
6	"(2) Contracted swine numbers.—Each
7	packer shall provide, and the Secretary shall collect
8	and publish in the monthly report required under
9	paragraph (1)(B), information specifying—
10	"(A) the types of existing contracts for
11	each packer;
12	"(B) the provisions contained in each con-
13	tract that provide for expansion in the numbers
14	of swine to be delivered under the contract for
15	the following 6-month and 12-month periods;
16	"(C) an estimate of the total number of
17	swine committed by contract for delivery to all
18	packers within the 6-month and 12-month peri-
19	ods following the date of the report, reported by
20	reporting region and by type of contract; and
21	"(D) an estimate of the maximum total
22	number of swine that potentially could be deliv-
23	ered within the 6-month and 12-month periods
24	following the date of the report under the provi-
25	sions described in subparagraph (B) that are

- 1 included in existing contracts, reported by re-
- 2 porting region and by type of contract.
- 3 "(e) VIOLATIONS.—It shall be unlawful and a viola-
- 4 tion of this title for any packer to willfully fail or refuse
- 5 to provide to the Secretary accurate information required
- 6 under, or to willfully fail or refuse to comply with any re-
- 7 quirement of, this section.
- 8 "(f) AUTHORIZATION OF APPROPRIATIONS.—There
- 9 are authorized to be appropriated such sums as necessary
- 10 to carry out this section.
- 11 "SEC. 223. REPORT ON THE SECRETARY'S JURISDICTION,
- 12 POWER, DUTIES, AND AUTHORITIES.
- 13 "(a) Definition of Packer.—In this section, the
- 14 term 'packer' has the meaning given the term in section
- 15 201 of the Packers and Stockyards Act, 1921 (7 U.S.C.
- 16 191).
- 17 "(b) Report.—Not later than 90 days after the date
- 18 of enactment of this subtitle, the Comptroller General of
- 19 the United States shall provide to the Committee on Agri-
- 20 culture of the House of Representatives and the Com-
- 21 mittee on Agriculture, Nutrition, and Forestry of the Sen-
- 22 ate a report describing the jurisdiction, powers, duties,
- 23 and authorities of the Secretary that relate to packers and
- 24 other persons involved in procuring, slaughtering, or proc-

1	essing swine, pork, or pork products that are covered by
2	this Act and other laws, including—
3	"(1) the Federal Trade Commission Act (15
4	U.S.C. 41 et seq.), especially sections 6, 8, 9, and
5	10 of that Act (15 U.S.C. 46, 48, 49, 50); and
6	"(2) the Agricultural Marketing Act of 1946 (7
7	U.S.C. 1621 et seq.).
8	"(c) Contents.—The Comptroller General shall in-
9	clude in the report an analysis of—
10	"(1) burdens on and obstructions to commerce
11	in swine, pork, and pork products by packers, and
12	other persons that enter into arrangements with the
13	packers, that are contrary to, or do not protect, the
14	public interest;
15	"(2) noncompetitive pricing arrangements be-
16	tween or among packers, or other persons involved
17	in the processing, distribution, or sale of pork and
18	pork products, including arrangements provided for
19	in contracts for the purchase of swine;
20	"(3) the effective monitoring of contracts en-
21	tered into between packers and swine producers;
22	"(4) investigations that relate to, and affect,
23	the disclosure of—
24	"(A) transactions involved in the business
25	conduct and practices of packers; and

1	"(B) the pricing of swine paid to producers
2	by packers and the pricing of products in the
3	pork and pork product merchandising chain;
4	"(5) the adequacy of the authority of the Sec-
5	retary to prevent a packer from unjustly or arbi-
6	trarily refusing to offer a producer, or disqualifying
7	a producer from eligibility for, a particular contract
8	or type of contract for the purchase of swine; and
9	"(6) the ability of the Secretary to cooperate
10	with and enhance the enforcement of actions initi-
11	ated by other Federal departments and agencies, or
12	Federal independent agencies, to protect trade and
13	commerce in the pork and pork product industries
14	against unlawful restraints and monopolies.".
15	SEC. 305. AUTHORIZATION OF APPROPRIATIONS.
16	There are authorized to be appropriated such sums
17	as are necessary to carry out this title and the amend-
18	ments made by this title.
19	TITLE IV—IMPLEMENTATION
20	SEC. 401. REGULATIONS.
21	(a) In General.—Not later than 180 days after the
22	date of enactment of this Act, the Secretary of Agriculture

23 shall publish final regulations to implement this Act and

24 the amendments made by this Act.

- 1 (b) Publication of Proposed Regulations.—
- 2 Not later than 90 days after the date of enactment of this
- 3 Act, the Secretary shall publish proposed regulations to
- 4 implement this Act and the amendments made by this Act.
- 5 (c) COMMENT PERIOD.—The Secretary shall provide
- 6 an opportunity for comment on the proposed regulations
- 7 during the 30-day period beginning on the date of the pub-
- 8 lication of the proposed regulations.
- 9 (d) Final Regulations.—Not later than 60 days
- 10 after the conclusion of the comment period, the Secretary
- 11 shall publish the final regulations and implement this Act
- 12 and the amendments made by this Act.
- 13 SEC. 402. TERMINATION OF AUTHORITY.
- 14 The authority provided by this Act and the amend-
- 15 ments made by this Act terminate 5 years after the date
- 16 of enactment of this Act.